



## DEFENSE FINANCE AND ACCOUNTING SERVICE

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DFAS-DFM

### MEMORANDUM FOR DIRECTOR, MILITARY PAY OPERATIONS, DEFENSE FINANCE AND ACCOUNTING SERVICE (DFAS-PM/CL)

SUBJECT: Interim Change to the Department of Defense Management Regulation  
( DoDFMR), Volume 7B, Board of Correction of Military Records Offsets  
(DFAS Item J-52)

The attached, Interim Change R09-01 to Chapter 10 of the DoDFMR, Volume 7B revises certain procedures concerning offsets that must be made when a member is entitled to back pay as a result of a Board of Correction of Military Records (BCMR) decision. This change reflects the long-standing policy to offset civilian earnings.

We have evaluated your comments on the proposed change and included your comments where appropriate. Assignment of the interim change number is your authority to initiate procedural modifications to implement this change. Use the attached to initiate the formal change to the DoDFMR, Volume 7B.

Jerry S. Hinton  
Director for Finance

Attachment:  
As stated

cc: DASD(MMP)(Comp)  
OUSD(C)(ODCFO)(FP)  
ODGC(F)  
DFAS-GAM/DE  
DFAS-PR/KC  
DFAS-PRR/CL  
DFAS-PRR/DE  
DFAS-PMJE/DE  
Services Liaisons  
USCG/NOAA/PHS Liaisons

**1. Paragraphs 100203 and 100204, renumber as 100204 and 100205 and add new paragraph to read:**

“100203. Earnings received from civilian employment, self employment or any income protection plan for such employment during any period for which active duty pay and allowances are payable will be deducted from the settlement. To the extent authorized by law and regulation, amounts found due shall be reduced by the amount of any existing indebtedness to the Government arising from military service.”